

Hearing Date and Time: TBD  
Response Date and Time: None

**QUARLES & BRADY LLP**

Kasey C. Nye, Esq. (Admitted Pro Hac Vice)  
One South Church Avenue  
Suite 1700  
Tucson, Arizona 85701-1621  
(520) 770-8717 (telephone)  
(520) 764-2203 (facsimile)

*Attorneys for Flambeau Inc.*

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

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In re	:	Chapter 11
	:	
DELPHI CORPORATION, <u>et al.</u> ,	:	Case No. 05-44481 (RDD)
	:	
Debtors.	:	(Jointly Administered)
	:	

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**OBJECTION OF FLAMBEAU INC. TO DEBTORS' NOTICE OF CURE  
AMOUNT WITH RESPECT TO EXECUTORY CONTRACT TO BE ASSUMED  
OR ASSUMED AND ASSIGNED UNDER PLAN OF REORGANIZATION**

Flambeau Inc., by its undersigned counsel, hereby objects to the Debtors' Notice of Cure Amount with Respect to Executory Contract to be Assumed or Assumed and Assigned Under Plan of Reorganization, dated December 10, 2007 (the "Cure Amount Notice"), as it pertains to the executory contracts between Flambeau and DAS, LLC a/k/a Delphi Automotive Systems, LLC ("DAS, LLC") and states as follows:

1. Flambeau Inc. ("Flambeau") is an unsecured creditor of the Debtor, DAS, LLC. On July 28, 2006, Flambeau filed a Proof of Claim (#12212, the "Claim") against the Debtor Delphi Corporation (Case No. 05-44481) as a "secured" claim, in the amount of

\$800,348.45 for automotive parts supplied to, and modifications of tooling made for, the Debtors.

2. Flambeau has entered into an agreement with the Debtors that its Claim shall be allowed in the amount of \$584,258.31 against the Debtor DAS, LLC.

3. Almost all of the amounts due Flambeau with respect to its Claim are based upon executory contracts between Flambeau and DAS, LLC which are being assumed or assumed and assigned by Debtors. The executory contracts relate to motor vehicle parts to be manufactured by Flambeau for DAS, LLC on an ongoing basis and through periods ending on various dates in 2008 and 2009.

4. On December 10, 2007, the Debtors issued the Cure Amount Notice which listed, on Schedule 1, contracts to be assumed or assumed and assigned and specifying cure amounts totaling \$213,474.63 (the "Disputed Cure Amount"). Schedule 1 lists executory contracts by Delphi's purchase order numbers. A copy of Schedule 1 is attached as Exhibit 1.

5. On January 10, 2008, in accordance with procedures described in the Cure Amount Notice, Flambeau returned and filed the Cure Amount Notice form with Kurtzman Carson Consultants, LLC, indicating that it disagreed with the Disputed Cure Amount listed on Schedule 1. (A copy of the returned form is attached as Exhibit 2.)

6. Flambeau objects to the Disputed Cure Amount on the basis that the cure amounts reflected on Schedule 1 are understated with respect to the executory contracts listed, and Schedule 1 also omits other executory contracts between the parties which are being assumed or assumed and assigned by the Debtors and as to which, there is a cure amount owing.

7. Attached as Exhibit 3, is a Flambeau Statement of Account for DAS, LLC (the "Statement") which reflects executory contracts (by Debtors' purchase order numbers and including those on Schedule 1) and the correct cure amounts that Flambeau contends are owing, together with a comparison to Flambeau's agreed Claim amount. Copies of the Delphi purchase orders which evidence the executory contracts and which are reflected on the Statement are attached as Exhibit 4.

8. According to the Statement, the correct cure amounts total \$581,563.21 (the "Correct Cure Amount"). Flambeau contends that the Correct Cure Amount of \$581,563.21 should be paid in cash with the difference between the Correct Cure Amount and Flambeau's allowed Claim, namely \$2,695.10, to be paid in stock under the terms of the confirmed plan.

9. Any reply by the Debtors or future notices concerning this Objection should be sent to the attention of the undersigned counsel at the addresses below.

WHEREFORE, Flambeau Inc. requests that the Court order that Flambeau Inc. be paid \$581,563.21 as the cure amount in this case with the balance of its Claim, \$2,695.10, paid in stock according to Debtors' confirmed plan.

Dated this 25th day of January, 2008.

**QUARLES & BRADY LLP**

Co-counsel:

Roy L. Prange, Jr., SBN 1013821  
33 East Main Street, Suite 900  
P. O. Box 2113  
Madison, WI 53701-2113  
(608) 283-2485 (telephone)  
(608) 294-4920 (facsimile)  
[rlp@quarles.com](mailto:rlp@quarles.com)

/s/ Kasey C. Nye  
Kasey C. Nye, Esq.  
(Admitted Pro Hac Vice)  
One South Church Avenue, Suite 1700  
Tucson, AZ 85701-1621  
(520) 770-8717 (telephone)  
(520) 764-2203 (facsimile)  
[knyc@quarles.com](mailto:knyc@quarles.com)

**QUARLES & BRADY LLP**

Kasey C. Nye, Esq. (Admitted Pro Hac Vice)  
One South Church Avenue  
Suite 1700  
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Debtors.	:	(Jointly Administered)
	:	
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**CERTIFICATE OF SERVICE**

The undersigned hereby certifies that on January 25th, 2008, copies of the  
Objection of Flambeau Inc. to Debtors' Notice of Cure Amount With Respect to  
Executory Contract to be Assumed or Assumed and Assigned Under Plan of  
Reorganization were caused to be served via first class mail, postage prepaid, upon the  
individuals on the attached service list.

**QUARLES & BRADY LLP**

/s/ Kasey C. Nye  
Kasey C. Nye  
One South Church Avenue  
Suite 1700  
Tucson, Arizona 85701-1621  
(520) 770-8717 (telephone)  
(520) 764-2203 (facsimile)  
[knye@quarles.com](mailto:knye@quarles.com)  
*Attorneys for Flambeau Inc.*

**SERVICE LIST**

Delphi Corporation  
5725 Delphi Drive  
Troy, MI 48098  
Attn: General Counsel

John K. Lyons  
Ron E. Meisler  
SKADDEN ARPS SLATE  
MEAGHER & FLOM LLP  
333 West Wacker Drive, Suite 2100  
Chicago, IL 60606  
*Attorneys for Debtor*

The Honorable Robert D. Drain  
United States Bankruptcy Judge  
United States Bankruptcy Court for  
the Southern District of New York  
One Bowling Green, Room 632 (Chambers)  
New York, New York 10004

Alicia M. Leonhard  
Office of the United States Trustee  
Southern District of New York  
33 Whitehall Street, Suite 2100  
New York, New York 10004

Donald Bernstein  
Brian Resnick  
Davis Polk & Wardwell  
450 Lexington Avenue  
New York, NY 10017  
*Attorneys for Postpetition Lenders*

Robert J. Rosenberg  
Mark A. Broude  
Latham & Watkins LLP  
885 Third Avenue  
New York, NY 10022  
*Attorneys for Official Committee of  
Unsecured Creditors*

Bonnie Steingart  
Fried, Frank, Harris, Shriver & Jacobson  
LLP  
One New York Plaza  
New York, NY 10004  
*Attorneys for Official Committee of Equity  
Security Holders*

Thomas E. Lauria  
White & Case LLP  
Wachovia Financial Center  
200 South Biscayne Blvd., Suite 4900  
Miami, FL 33131  
*Attorneys for A-D Acquisition Holders,  
LLC c/o Appaloosa Management L.P.  
and Harbinger Del-Auto Investment  
Company, Ltd.*

Glenn M. Kurtz  
Gregory Pryor  
White & Case LLP  
1155 Avenue of the Americas  
New York, NY 10036  
*Attorneys for A-D Acquisition Holders, LLC  
c/o Appaloosa Management L.P.*

John M. Reiss  
Gregory Pryor  
White & Case LLP  
1155 Avenue of the Americas  
New York, NY 10036  
*Attorneys for Harbinger Del-Auto  
Investment Company, Ltd.*